



State Senator

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VALDE GARCIA

Serving the 22nd District

Shiawassee-Livingston-southern Ingham counties

GOVERNMENT IN FOCUS: Credit Scoring

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If you would like more information on this bill or any other legislation being reviewed by Michigan's Legislature, please visit

www.michiganlegislature.org

In an effort to help Michigan residents better understand their rights when applying for insurance; Senate Bill 884 was introduced this week. The bill's sponsors, Sen. Cropsey, R-DeWitt and Sen. Switalski, D-Roseville, explained that the legislation will:

- Require insurance companies to tell a consumer the major factors in their credit history that may be considered in their score and how those factors impact their score;
- Require companies to give customers explicit notice that their credit information will be considered when determining their insurance premium;
- Require companies to re-rate a person who has successfully challenged an error in their credit history and to give that person a refund if the error caused them to pay more than they should have been paying, and;
- Prohibit insurance companies from considering zip codes, address, or income when determining the consumer's credit score.

The bill will now be considered in the committee on Banking and Financial Institutions.